

January 31, 2011

Summary of Consolidated Financial Results for the Nine Months ended December 31, 2010

Company Name: NGK INSULATORS, LTD. URL: <http://www.ngk.co.jp/english/>
 Listing Code: 5333
 Stock Exchange Listings: Tokyo, Osaka, Nagoya and Sapporo
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Notice 1: The following summary of the business results that NGK INSULATORS, LTD. submitted to the Tokyo Stock Exchange is unaudited by an independent auditor and for reference only.

2: This document contains forward-looking statements that are based on management's expectations, estimates, projection and assumptions that were available and reasonable at the time of release. Actual future results and trends may differ materially from those in the forecasts due to a variety of factors.

(All yen amounts are rounded down to the nearest million.)

1. Consolidated financial results for the nine months ended December 31, 2010

(From April 1, 2010 to December 31, 2010)

(1) Consolidated operating results (Millions of yen, except per share data and percentage)

Nine months ended December 31,	2010		2009	
	Amount	Change (%)	Amount	Change (%)
Net Sales	173,502	8.2	160,406	(25.8)
Operating Income	28,163	109.5	13,444	(61.9)
Ordinary Income	25,516	104.8	12,458	(62.7)
Net Income	18,609	119.5	8,476	(53.0)
Net Income per share (Yen)	56.98		25.94	
Diluted net income per share (Yen)	56.90		25.91	

Notes: The percentage figures represent the percentage of increase or decrease against the same period of the previous year.

(2) Consolidated financial position (Millions of yen, except per share data and percentage)

	December 31, 2010	March 31, 2010
Total assets	468,734	475,847
Total net assets	320,329	319,472
Ratio of net worth to total assets (%)	64.6	63.5
Net worth per share (Yen)	927.60	925.71

Notes 1: Net worth used for the calculation is Total net assets excluding both Stock acquisition rights and Minority interests.

2: The net worth were 302,888 million and 302,326 million as of December 31, 2010 and March 31, 2010, respectively.

2. Dividend payment

Year ended March 31,	2011	2010
Cash dividends per share (Yen)		
Interim	10.0	8.0
Year-end	10.0 (Forecast)	8.0
Total (Full-year)	20.0 (Forecast)	16.0

Notes: Revision of cash dividend forecast in this quarter - None.

3. Forecasts of consolidated financial results for the fiscal year ending March 31, 2011

(Millions of yen, except per share data and percentage)

	Year ending March 31, 2011	
	Amount	Change (%)
Net Sales	255,000	8.3
Operating Income	30,000	27.9
Ordinary Income	30,000	20.7
Net Income	23,500	32.0
Net Income per share (Yen)	71.96	

The forecast above remains unchanged from the previous forecast announced on October 28, 2010.

4. Others

- (1) Significant changes in subsidiaries during this period (changes in specified subsidiaries, "tokutei kogaisha" defined in the "Cabinet Office Ordinance on Disclosure of Corporate Information, etc.", involving a change of the scope of consolidation during this period) : None
- (2) Adoption of simplified accounting methods or special accounting methods for preparing quarterly consolidated financial statements : Yes
Income tax, deferred tax assets and liabilities
Only important tax adjustments are applied to income tax calculation.
- (3) Changes of accounting principles, procedures and presentation when preparing consolidated financial statements (changes in major basic items for preparing consolidated financial statements)
- i . Changes due to revisions of accounting standards : Yes
"Accounting Standard for Asset Retirement Obligations" (Accounting Standards Board of Japan[ASBJ] Statement No. 18, March 31, 2008) and "Guidance on Accounting Standard for Asset Retirement Obligations" (ASBJ Guidance No. 21, March 31, 2008) are applied from the first quarter beginning April 1, 2010.
The effect of this change on the consolidated financial statements is immaterial.
- ii . Changes other than the above (i) : None
- (4) Number of shares outstanding (Common Shares)

	December 31, 2010	March 31, 2010
Number of shares outstanding at period end including treasury stocks	337,560,196	337,560,196
Number of treasury stocks at period end	11,032,749	10,971,790
Nine months ended December 31,	2010	2009
Average number of shares outstanding over period	326,584,354	326,719,514

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2010	As of March 31, 2010
Assets		
Current assets		
Cash and bank deposits	47,850	75,697
Notes and accounts receivable trade	49,907	62,534
Securities	40,034	36,433
Inventories	82,539	65,377
Other	16,252	14,364
Allowance for doubtful accounts	(78)	(139)
Total current assets	236,506	254,267
Non-current assets		
Tangible assets		
Buildings and structures	49,243	50,407
Machinery and vehicles	46,581	50,803
Other	41,479	37,774
Total tangible assets	137,304	138,985
Total intangible assets	2,429	2,022
Investments and other assets		
Investment securities	65,478	51,458
Other	27,265	29,400
Allowance for doubtful accounts	(249)	(288)
Total investments and other assets	92,494	80,570
Total non-current assets	232,228	221,579
Total assets	468,734	475,847

(Millions of yen)

	As of December 31, 2010	As of March 31, 2010
Liabilities		
Current liabilities		
Notes and accounts payable trade	21,516	23,109
Short-term borrowings	6,581	3,321
Current portion of long-term borrowings	-	4,000
Income taxes payable	1,651	4,538
Provision	3,531	2,933
Other	23,562	24,338
Total current liabilities	56,844	62,241
Long-term liabilities		
Long-term bonds payable	20,000	20,000
Long-term borrowings	44,114	44,132
Liability for employees' retirement benefits	16,113	16,737
Other	11,332	13,263
Total long-term liabilities	91,560	94,133
Total liabilities	148,404	156,374
Net assets		
Shareholders' equity		
Common stock	69,849	69,849
Capital surplus	85,136	85,139
Retained earnings	192,807	180,076
Treasury stock	(14,400)	(14,314)
Total shareholders' equity	333,392	320,750
Valuation and translation adjustments		
Unrealized gain on available-for-sale securities	4,861	6,226
Deferred gain on derivatives under hedge accounting	33	81
Foreign currency translation adjustments	(35,399)	(24,732)
Total valuation and translation adjustments	(30,504)	(18,424)
Stock acquisition rights	704	643
Minority interests	16,737	16,502
Total net assets	320,329	319,472
Total liabilities and net assets	468,734	475,847

Consolidated Financial Statements

(2) Consolidated Statements of Income

(Millions of yen)

	Nine months ended December 31, 2010	Nine months ended December 31, 2009
Net sales	173,502	160,406
Cost of sales	110,844	114,781
Gross profit	62,658	45,625
Selling, general and administrative expenses	34,494	32,180
Operating income	28,163	13,444
Non-operating income	3,915	2,838
Interest income	839	839
Dividend income	745	708
Gain on evaluation of derivative	1,411	-
Other	918	1,290
Non-operating expenses	6,562	3,824
Interest expense	873	1,006
Foreign exchange loss	3,872	-
Equity in loss of unconsolidated subsidiaries and associated companies	-	971
Other	1,816	1,845
Ordinary income	25,516	12,458
Extraordinary income	32	87
Gain on sales of fixed assets	32	87
Extraordinary loss	244	1,287
Loss on sales and disposals of fixed assets	244	329
Provision for loss on liquidation of subsidiaries and affiliates	-	957
Income before income taxes and minority interests	25,304	11,258
Income taxes - total	5,958	3,534
Income taxes -current	4,839	2,544
Income taxes -deferred	1,118	989
Income before minority interests	19,346	-
Minority interests in earnings (loss) of consolidated subsidiaries	736	(751)
Net income	18,609	8,476

6. Note on the Assumption as a Going Concern

Not applicable

7. Segment Information

Nine months ended December 31, 2010 (Millions of yen)

	Power	Ceramics	Electronics	Total	Elimination or Adjustment	Consolidated
Sales						
Sales to customers	36,681	89,725	47,095	173,502	-	173,502
Intersegment sales	32	338	-	370	(370)	-
Total sales	36,713	90,064	47,095	173,873	(370)	173,502
Segment income (Operating income)	(3,558)	23,787	7,903	28,132	31	28,163

Notes:

1. Accounting Standard for Disclosures about Segments of an Enterprise and Related information (ASBJ Statement No. 17 March 27, 2009) and "Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20, March 21, 2008) are applied from the first quarter beginning April 1, 2010. The business segments in the above table were categorized in consideration of internal corporate policies.

2. Main products by business segment

Business Segment	Main products
Power	Insulators, hardware for insulator assemblies, current limiting arching horn, bushing shells, fuse cut-outs, APM, line arrester and NAS (sodium-sulfur) batteries
Ceramics	Automotive ceramics for exhaust gas purification, corrosion-resistant ceramic apparatuses for chemical industries, gas analyzer, industrial heating systems, refractory products and radioactive waste treatment systems
Electronics	Beryllium copper wrought products, molds and ceramic components for electronics and semiconductor manufacturing equipment

Nine months ended December 31, 2009 (Millions of yen)

	Power	Ceramics	Electronics	Total	Elimination or Corporate	Consolidated
Sales						
Sales to customers	57,931	69,942	32,532	160,406	-	160,406
Intersegment sales	41	86	-	128	(128)	-
Total sales	57,972	70,029	32,532	160,534	(128)	160,406
Operating income	5,728	7,484	217	13,430	14	13,444

8. Significant changes in stockholder's equity

Not applicable